

**TY 2006 VITA/TCE Test Materials Clarification (12/12/2006)**

The following information further explains and clarifies information conveyed in the VITA/TCE training products shown below.

Product(s)	Lesson/Topic	Page(s)	Supplemental/revised content
<b><u>FORM 6744 TEST</u></b>			
Form 6744 Test	All Scenarios		Unless stated otherwise, the taxpayer is not eligible for a telephone excise tax refund. NOTE: At the time the scenarios were being developed, all the details regarding the telephone excise tax refund were not finalized.
Form 6744 Test	Basic Scenario 3 Basic Scenario 5	1-20 1-34	The tax on line 46 is correct. The Qualified Dividends and Capital Gain Worksheet must be completed to determine the correct tax.
Form 6744 Test	Basic Scenario 5	1-28	Interview Notes: 4 <sup>th</sup> Bullet – Delete the following information: Brenda’s mother is not eligible for a social security number.  4 <sup>th</sup> Bullet – Add the following information: Brenda exercised due diligence. She requested the Taxpayer Identification Number (TIN) from her mother for purposes of the child and dependent care credit but the TIN was not provided.
Form 6744 Test	Basic Scenario 5	1-36	Correct 1 <sup>st</sup> 3 digits of SSN: Schedule EIC, Earned Income Credit. Line 2, Child’s SSN, Child 1: The SSN for Peter James should be 151-05-1003.
Form 6744 Test	Basic Scenario 5	1-39	Q5.6 Additional Clarifying Information: Brenda wants to know if she can take a portion of the childcare expenses she paid her mother as a “credit” to reduce her tax liability.
Form 6744 Test	Intermediate Scenario 2	2-19	Q7.7 The entry of \$25,000 on Form 1099R should be in box 9b not box 5.  Add the following note after the question: This is an Advanced topic – Pensions where taxable amount is not determined. Intermediate test takers should enter the correct answer of 360 which is answer "c" and continue with the next question.
Form 6744 Test	Advanced Scenario 1	3-7	Q8.5 Refer to the Simplified Method Worksheet in Q8.4 to answer this question.

**TY 2006 VITA/TCE Test Materials Clarification (12/12/2006)**

The following information further explains and clarifies information conveyed in the VITA/TCE training products shown below.

<b><u>FORM 6745</u></b> <b><u>RETEST</u></b>			
<b>Form 6745 Retest</b>	<b>All Scenarios</b>		<b>Unless stated otherwise, the taxpayer is not eligible for a telephone excise tax refund. NOTE: At the time the scenarios were being developed, all the details regarding the telephone excise tax refund were not finalized.</b>
<b>Form 6745 Retest</b>	<b>Basic Scenario 3</b> <b>Basic Scenario 5</b>	<b>1-20</b> <b>1-35</b>	<b>The tax on line 46 is correct. The Qualified Dividends and Capital Gain Worksheet must be completed to determine the correct tax.</b>
<b>Form 6745 Retest</b>	<b>Basic Scenario 5</b>	<b>1-29</b>	<b>Interview Notes:</b> <b>4<sup>th</sup> Bullet – Delete the following information: Brenda’s mother is not eligible for a social security number.</b>  <b>4<sup>th</sup> Bullet – Add the following information: Brenda exercised due diligence. She requested the Taxpayer Identification Number (TIN) from her mother for purposes of the child and dependent care credit but the TIN was not provided.</b>
<b>Form 6745 Retest</b>	<b>Basic Scenario 5</b>	<b>1-37</b>	<b>Correct 1<sup>st</sup> 3 digits of SSN: Schedule EIC, Earned Income Credit. Line 2, Child’s SSN, Child 1: The SSN for Peter James should be 151-05-1003.</b>
<b>Form 6745 Retest</b>	<b>Intermediate Scenario 2</b>	<b>2-18</b>	<b>Q7.7 The entry of \$25,000 on Form 1099R should be in box 9b not box 5.</b>  <b>Add the following note after the question: This is an Advanced topic – Pensions where taxable amount is not determined. Intermediate test takers should enter the correct answer of “360” in the space provided and continue with the next question.</b>
<b>Form 6745 Retest</b>	<b>Advanced Scenario 1</b>	<b>3-7</b>	<b>Q8.5 Refer to the Simplified Method Worksheet in Q8.4 to answer this question.</b>